

EXHIBIT 16

Letter of Credit Form

<< Date>>

Irrevocable Standby Letter of Credit No

<< Number>>

Issuing Bank:

Beneficiary:

King County, Metro Transit Division
Attn: Transit General Manager
201 South Jackson Street
Seattle, WA 98104-3856

Applicant:

ERG Transit Systems (USA) Inc
Suite 900
1800 Sutter Street
Concord CA 94520
("the Contractor")

At the request of ERG Transit Systems (USA) Inc, We hereby establish our Irrevocable Standby Letter of Credit in your favor and authorize you to draw on us to in aggregate the amount of U.S. << Amount>>, and we engage with you that all drafts at sight drawn under and in compliance with the terms of this Irrevocable Standby Letter of Credit will be fully honored by us if presented by one of the following alternative methods: (1) presentation via fax transmission to _____, Attention: _____, fax number: _____, address: _____; (2) presentation at the counters of our servicer _____, located at _____, Attn: _____; or (3) presentation at the office of our advising bank, _____, located at _____ on or before << Maturity Date>> provided:

Any draft(s) drawn by you under this Irrevocable Standby Letter of Credit shall be accompanied by a letter executed by a general manager of King County and witnessed by a notary public. The letter must state that all the conditions in the contract between the Beneficiary (amongst others) and the Applicant that must be met before drawing on this Irrevocable Standby Letter of Credit have been satisfied. No other conditions are required to be met for our payment to you.

This Irrevocable Standby Letter of Credit is non-transferable.

Should you have occasion to communicate with us regarding this Irrevocable Standby Letter of Credit, please direct your correspondence to us at _____ or other such office as we may advise from time to time, making specific reference to the standby number indicated above.

Except as otherwise expressly stated herein, this Irrevocable Standby Letter of Credit is subject to the International Standby Practices ("ISP98"), International Chamber of Commerce Publication No. 590, and, as to matters not addressed by the ISP 98, shall be governed by and construed in accordance with the laws of the State of Washington and Applicable U.S. Federal Law.

Sincerely

By: _____